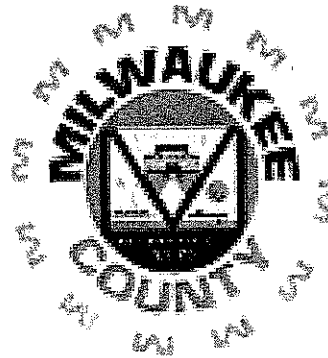


**Employees' Retirement System
of Milwaukee County**

Monthly Report

April 30, 2010





Marquette Associates

Market Environment

April 2010

U.S. Economy

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Fixed Income Markets

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U.S. Equity Markets

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International Equity Markets

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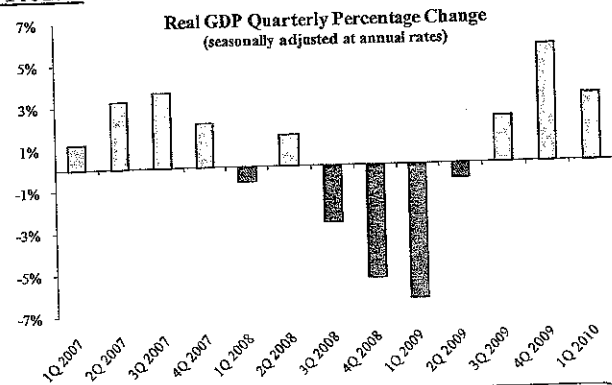
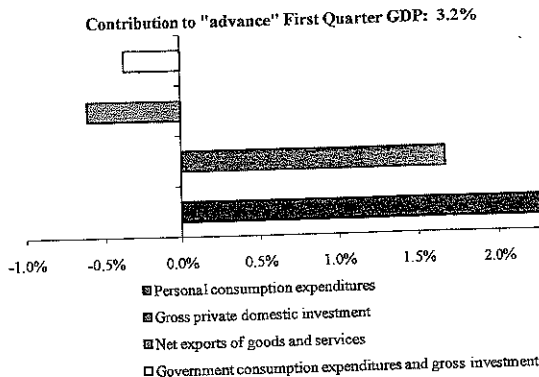
Hedge Fund Markets

Page M5

U.S. Economic Environment - April 30, 2010

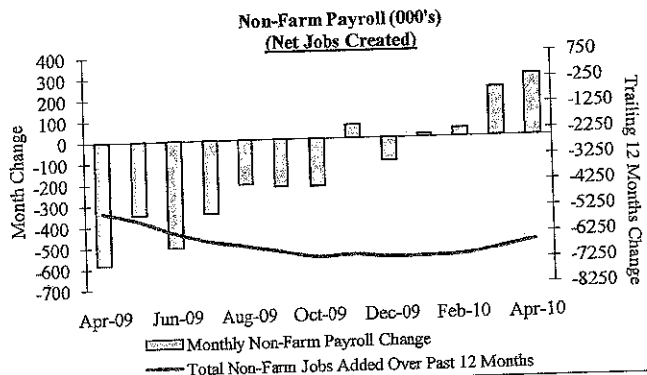
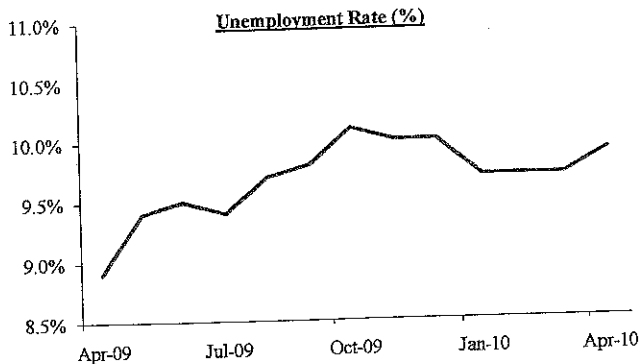
The "advance" estimate for first quarter GDP was released at 3.2%, the third consecutive quarter of positive GDP growth. Personal consumption expenditures (2.55%) and gross private domestic investment (1.67%) were the largest contributors to GDP growth in the current estimate. Consumer spending grew at a rate of 3.6% from the previous quarter, the largest rate of increase in three years. Businesses increased their inventories by \$31.1B in the first quarter; this is the first time in two years that private inventories have increased. State and local government spending decreased by 3.8% from the previous quarter, the largest decline since the second quarter of 1981.

Gross Domestic Product



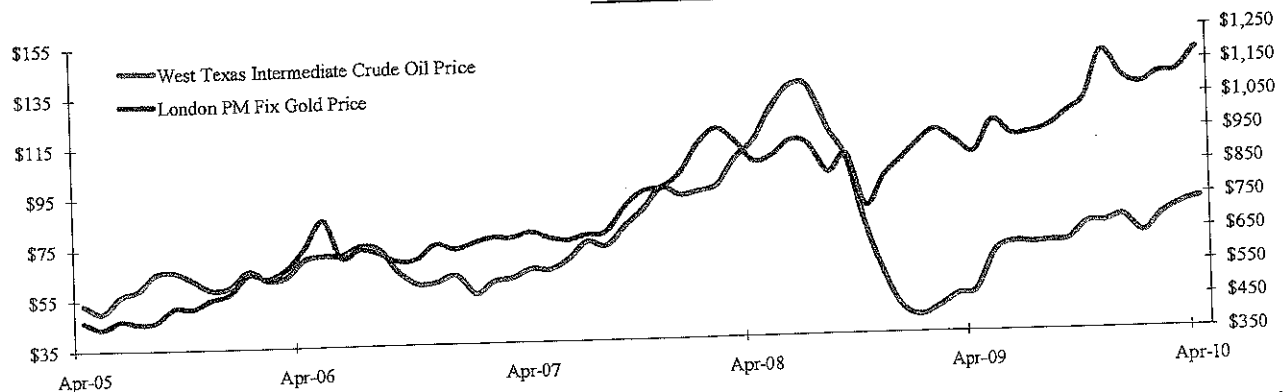
The unemployment rate rose to 9.9% in April, increasing by 0.2% from the prior month. April's rise was mostly due to an increase in the labor force (805K) from both new entrants and those who had been discouraged and left the job market. Currently, the number of unemployed stands at 15.3M and the number of long-term unemployed is 6.7M. The non-farm payroll, the net number of non-farm jobs added or subtracted per month, gained 290,000 jobs in April. This is the largest one-month gain since March 2006. Employment gains were widespread across various industries with the largest gains occurring in manufacturing (44K), professional and business services (80K), health care (20K), and federal government (66K) from the hiring of temporary workers for the 2010 Census.

Unemployment Data



The price of crude oil finished April at \$86.15 per barrel, an increase of 2.9% from the previous month-end. The Energy Information Agency (EIA) increased their outlook for global oil demand in 2010 to 1.6M barrels / day with growth expected to be largest in the Asia-Pacific and Middle East regions. The recent Gulf oil spill is not expected to impact near-term prices, but may impact long-term prices from less future offshore drilling. The price of gold increased by 5.7% in April, finishing the month at \$1,179.25/oz as investors sought safe-haven assets.

Commodities



Fixed Income Market Environment - April 30, 2010

All major fixed income indices generated positive returns in April. Within the investment grade space, CMBS (+2.5%), investment grade corporate bonds (+1.7%), and U.S. Treasuries (+1.1%) were the best performing sectors for the month.

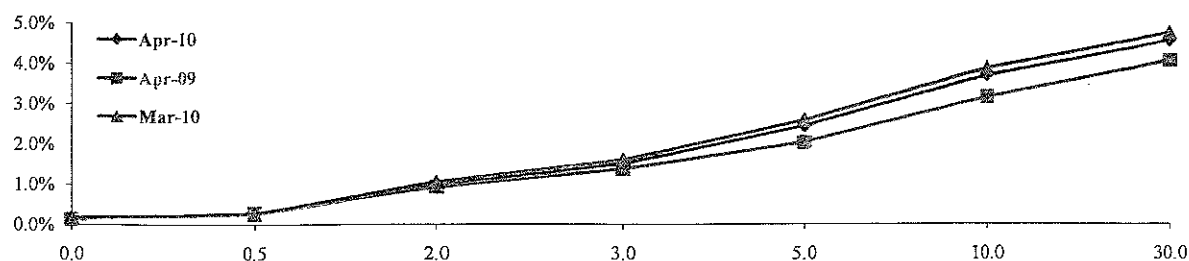
Benchmark Annualized Performance							
	Month	Qtr.	YTD	1 Year	3 Year	5 Year	10 Year
Broad Market Indices							
BarCap Universal	1.1%	1.6%	3.2%	10.5%	6.1%	5.5%	6.6%
BarCap Aggregate	1.0%	1.3%	2.8%	8.3%	6.3%	5.4%	6.4%
BarCap Gov./Credit	1.2%	1.3%	2.8%	8.6%	6.1%	5.1%	6.4%
Intermediate Indices							
BarCap Int. Aggregate	0.8%	1.2%	2.6%	7.6%	6.3%	5.4%	6.2%
BarCap Int. Gov./Credit	0.9%	1.0%	2.4%	7.4%	6.0%	5.1%	6.1%
Government Only Indices							
BarCap U.S. Treasury	1.1%	0.6%	2.2%	1.7%	6.2%	5.0%	6.0%
BarCap Long Gov.	2.8%	1.1%	3.8%	0.5%	6.5%	5.1%	7.2%
BarCap Government	1.0%	0.6%	2.1%	2.2%	6.1%	5.1%	6.1%
BarCap Int. Government	0.7%	0.5%	1.8%	2.3%	6.0%	5.0%	5.7%
BarCap Mortgage	0.6%	0.8%	2.2%	5.5%	7.1%	6.0%	6.5%
BarCap 1-3 Year Gov.	0.3%	0.3%	1.0%	2.1%	4.8%	4.3%	4.6%
91 Day T-Bill	0.0%	0.0%	0.1%	0.3%	2.0%	3.0%	2.8%
BarCap U.S. TIPS	2.4%	1.3%	3.0%	10.8%	6.6%	4.9%	7.4%
Corporate Bond Indices							
BarCap U.S. Credit	1.7%	2.4%	4.0%	19.6%	6.3%	5.4%	7.0%
BarCap High Yield	2.3%	5.7%	7.1%	42.6%	7.0%	8.5%	7.7%
50% BB/50% B	1.9%	4.9%	6.0%	32.1%	5.9%	7.4%	7.3%
CSFB Leveraged Loan Index	1.3%	3.8%	5.7%	32.3%	2.7%	4.4%	4.8%

Investment grade corporate bonds (+1.7%), high yield corporate bonds (+2.3%), and leveraged loans (+1.3%) posted strong returns in April.

Corporate Quality Indices Annualized Performance							
	Month	Qtr.	YTD	1 Year	3 Year	5 Year	10 Year
BarCap Corporate AAA	2.0%	1.8%	3.8%	8.9%	3.7%	3.8%	6.1%
BarCap Corporate AA	1.7%	2.4%	3.5%	15.4%	5.8%	5.0%	6.8%
BarCap Corporate A	1.6%	2.2%	3.7%	19.9%	4.9%	4.5%	6.4%
BarCap Corporate BBB	2.1%	2.9%	5.0%	27.5%	7.7%	6.3%	7.4%
BarCap Corporate BB	2.0%	5.5%	6.6%	32.6%	8.4%	8.5%	8.5%
BarCap Corporate B	1.8%	4.3%	5.4%	31.6%	3.5%	6.3%	6.1%
BarCap Corporate CCC	3.5%	7.2%	9.0%	66.3%	2.8%	7.6%	5.9%

Treasury yields fell across the curve in April, as concerns about the debt crisis in Greece spreading across Europe caused investors to seek the safety and security of U.S. Treasuries.

Yield Curve



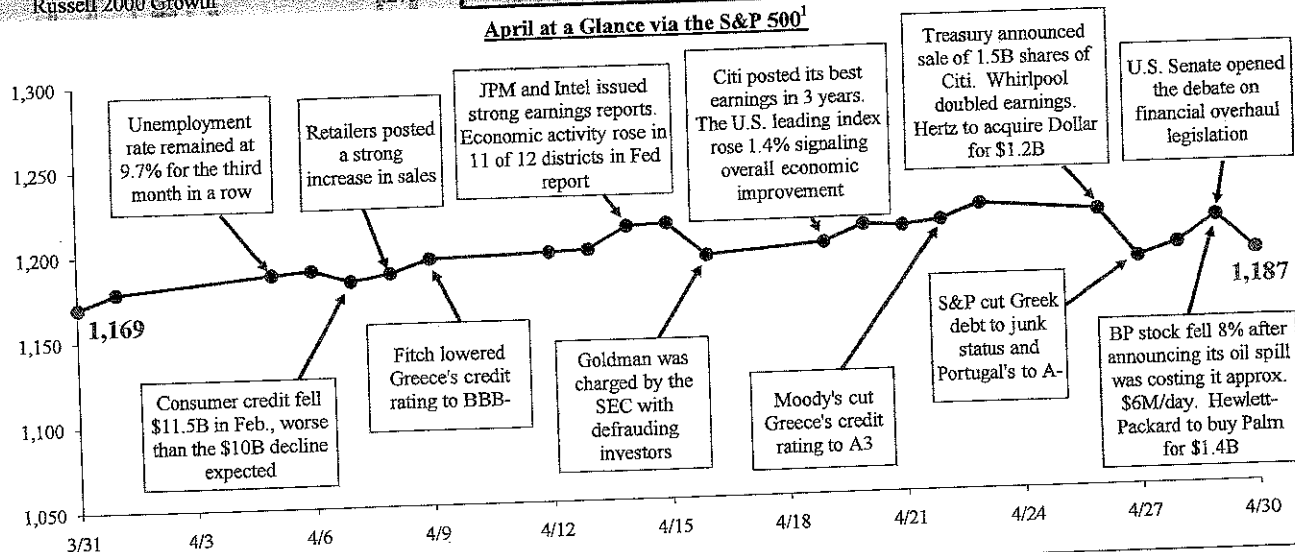
U.S. Equity Market Environment - April 30, 2010

The S&P 500 continued to march steadily higher (+1.6%) despite resistance posed by impending financial regulation and increasing concern about potential fallout from Eurozone debt problems. U.S. equity markets faltered a bit as Portugal's credit downgrade signaled Europe's problems could be deep enough to hinder a U.S. recovery. Market volatility jumped 25% as measured by the VIX after receding in March. Nevertheless, 1Q earnings reports were positive and featured revenue growth from a breadth of companies. Increased activity in building and sales of existing homes also helped support the equity market. Presumably, some buyers wished to take advantage of the expiring federal home buyer tax credit.

U.S. Equity Index Annualized Performance

	Month	Qtr.	YTD	1 Year	3 Year	5 Year	10 Year
Broad Market Indices							
Dow Jones (11,008.61)	1.5%	10.1%	6.4%	38.7%	-2.8%	4.2%	2.6%
Wilshire 5000	2.1%	12.1%	8.3%	40.5%	-4.4%	3.5%	0.7%
Russell 3000	2.2%	12.3%	8.2%	40.9%	-4.6%	3.3%	0.5%
Large-Cap Market Indices							
S&P 500 (1,186.69)	1.6%	11.0%	7.1%	38.8%	-5.0%	2.6%	-0.2%
Russell 1000	1.9%	11.7%	7.7%	40.2%	-4.7%	3.1%	0.2%
Russell 1000 Value	2.6%	12.7%	9.5%	42.3%	-7.7%	1.9%	3.5%
Russell 1000 Growth	1.1%	10.6%	5.8%	38.2%	-1.9%	4.0%	-3.6%
Mid-Cap Market Indices							
Russell MidCap	3.8%	16.7%	12.8%	50.8%	-3.3%	5.7%	5.7%
Russell MidCap Value	4.5%	17.8%	14.5%	54.4%	-4.8%	5.2%	8.9%
Russell MidCap Growth	3.0%	15.5%	10.9%	46.9%	-2.5%	5.7%	-0.4%
Small-Cap Market Indices							
Russell 2000	5.7%	19.4%	15.0%	49.0%	-2.8%	5.7%	4.9%
Russell 2000 Value	7.0%	21.3%	17.7%	52.4%	-3.9%	5.3%	9.6%
Russell 2000 Growth	4.2%	17.4%	12.1%	45.2%	-1.9%	6.1%	-0.1%

April at a Glance via the S&P 500¹



The Consumer Discretionary sector (+6.1%) led all sectors as the Conference Board Consumer Confidence Index continued to rebound to 57.9, an m/m increase of 5.6, and those polled were less negative about the labor market. Industrials (+4.2%) also advanced on the strength of positive earnings reports including GE, Boeing, and 3M. Defensive sectors lagged in April with the exception of Utilities (+2.6%) which featured aggregate 1Q earnings 20.6% above expectations.

S&P Industry Sector Performance

	Month	Qtr.	YTD	1 Year	3 Year	5 Year	10 Year
Consumer Staples	-1.4%	5.5%	4.4%	29.8%	3.1%	6.6%	7.4%
Consumer Discretionary	6.1%	20.7%	17.2%	51.8%	-2.1%	3.8%	0.9%
Energy	4.4%	10.0%	5.1%	29.0%	-0.9%	8.9%	9.9%
Financials	1.3%	14.2%	12.6%	51.6%	-22.0%	-8.3%	-1.3%
Health Care	-3.8%	-1.0%	-0.6%	30.3%	-3.1%	1.9%	1.8%
Industrials	4.2%	19.2%	17.8%	52.7%	-3.3%	3.1%	2.4%
Information Technology	1.8%	13.3%	3.7%	43.5%	2.0%	6.4%	-6.9%
Materials	0.5%	13.1%	3.4%	36.1%	-2.7%	6.0%	6.9%
Telecommunications	-0.1%	4.1%	-4.4%	8.2%	-9.2%	2.4%	-6.5%
Utilities	2.6%	4.1%	-1.0%	23.4%	-6.2%	4.1%	3.3%

¹ Source: Todd, Jason. *In the Flow* - April 2010; May 2, 2010, p. 4.

International Equity Market Environment -April 30, 2010

In April, international equities were mixed as the MSCI ACWI ex U.S. index lost 0.8%, while small-caps were up 2.3%. Small-caps outperformed large-caps, while emerging markets outpaced frontier markets. Growth outperformed value stocks for the eighth consecutive month. The U.S. dollar strengthened against most major foreign currencies, except for the British pound which appreciated 0.9% for the month.

International Equity Index Annualized Performance

	Month	Qtr.	YTD	1 Year	3 Year	5 Year	10 Year
MSCI ACWI ex U.S.	-0.8%	6.0%	0.8%	41.0%	-5.4%	6.9%	3.7%
MSCI EAFE (in US \$)	-1.7%	3.8%	-0.8%	35.0%	-8.5%	4.3%	2.1%
MSCI EAFE (Local)	-1.2%	6.8%	3.1%	28.7%	-8.8%	4.0%	-0.5%
MSCI EAFE Value	-1.9%	2.6%	-2.1%	33.2%	-9.8%	4.0%	4.4%
MSCI EAFE Growth	-1.6%	4.9%	0.5%	36.8%	-7.1%	4.7%	-0.4%
Citi Global ex U.S. <\$2 Billion	2.3%	9.9%	7.3%	59.6%	-3.3%	9.4%	9.5%
Citi World ex U.S. <\$2 Billion	2.2%	9.3%	7.5%	51.3%	-7.2%	6.1%	8.3%
Citi EMI Global ex U.S.	1.6%	8.9%	6.1%	55.5%	-5.8%	8.4%	8.1%
Citi EMI World ex U.S.	1.5%	8.1%	5.9%	48.2%	-8.2%	6.3%	7.0%
MSCI Emerging Markets	1.2%	9.8%	3.7%	57.5%	4.3%	16.9%	11.4%
MSCI Frontier Markets	0.1%	13.9%	11.5%	35.9%	-10.2%	-2.0%	—

Country Returns

Globally, returns were mixed as North America appreciated while European and Asian equities generally declined. The United States appreciated the most at 1.6% for the month, while France depreciated the most losing 5.1% for the month.

Top Five Weights in EAFE

Japan	25%
UK	20%
France	11%
Germany	9%
Switzerland	8%

	Month	1-Yr.	5 Yr.
Canada	1.5%	54.0%	13.5%
USA	1.6%	38.9%	2.6%
Mexico	0.2%	71.6%	19.0%

Canada and the U.S. -
54% World Capitalization

	Month	1 Yr.	5 Yr.
Europe	-2.6%	34.1%	4.0%
France	-5.1%	27.7%	4.1%
Germany	-1.7%	28.3%	7.7%
UK	-1.1%	40.1%	2.0%
Switzerland	-4.7%	37.5%	7.1%

Europe -
30% World Capitalization

	Month	1 Yr.	5 Yr.
Morocco	4.8%	8.5%	23.5%
S. Africa	1.2%	55.8%	15.7%

Australasia -
16% World Capitalization

	Month	1 Yr.	5 Yr.
Pacific	-0.1%	36.7%	5.0%
China	-0.3%	41.7%	23.3%
Hong Kong	-2.4%	37.6%	9.3%
Japan	-0.2%	25.7%	1.9%
India	1.9%	84.0%	24.4%

	Month	1 Yr.	5 Yr.
L. America	-0.3%	67.9%	27.0%
Chile	3.7%	58.7%	19.0%
Brazil	-0.9%	67.4%	32.5%

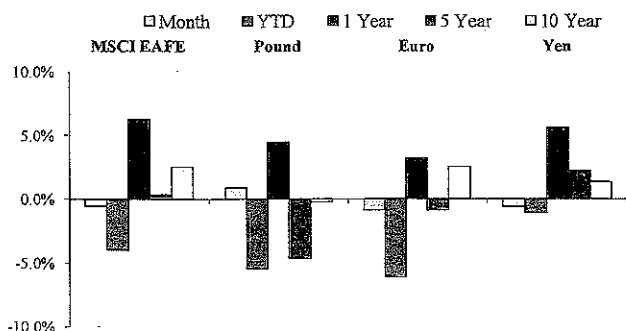
	Month	1 Yr.	5 Yr.
Australia	-0.6%	67.2%	13.0%
New Zealand	3.8%	41.8%	-1.0%

MSCI EAFE Index Countries Highlighted in Red

The British pound was the only major foreign currency to appreciate vs. the U.S. dollar, increasing 0.9% for the month.

The United States appreciated the most at the local level, and when measured in U.S. dollars.

Translation Effect vs. the U.S. dollar



April Global Equity Market Performance

Country	U.S. dollar	Local Currency
Mexico	0.2%	-0.5%
Switzerland	-4.7%	-2.4%
Canada	1.5%	1.3%
Japan	-0.2%	0.5%
France	-5.1%	-3.4%
U.S.	1.6%	1.6%
U.K.	-1.1%	-2.0%
Australia	-0.6%	-2.0%
Germany	-1.7%	0.0%
Hong Kong	-2.4%	-2.4%
China	-0.3%	-0.3%

Hedge Fund Market Environment - April 30, 2010

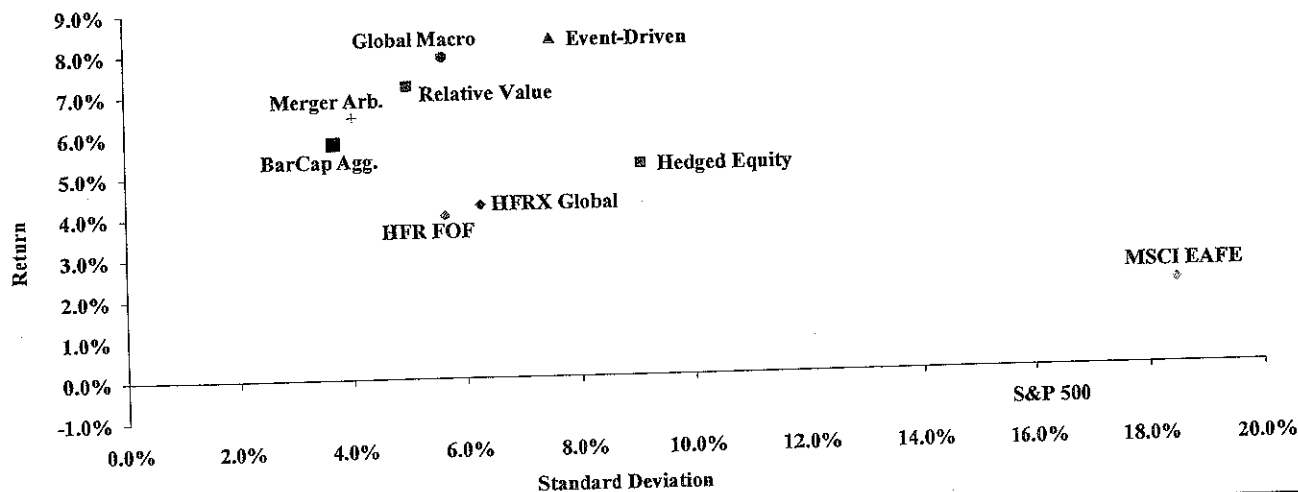
Directional exposure for hedge funds continued to drive returns in April as distressed credit and long U.S. equity positions aided returns. Managers focusing on the U.S. outperformed global peers who were negatively impacted by exposure to Europe. Event-Driven managers continue to profit more from company specific restructurings and bankruptcies rather than from M&A activity which decreased over the month.

Benchmark Annualized Performance

	Month	Qtr.	YTD	1 Year	3 Year	5 Year	10 Year
HFRX Global	0.8%	2.5%	2.4%	13.5%	-3.6%	1.4%	4.2%
HFRX Hedged Equity	1.0%	2.2%	1.4%	11.9%	-5.5%	0.8%	3.4%
HFRI Composite	1.3%	10.8%	9.9%	26.9%	3.9%	7.9%	6.9%
HFRI Fund of Funds	1.0%	2.9%	2.5%	12.6%	-1.9%	3.4%	4.0%
HFRI Equity Hedge	1.4%	5.7%	4.3%	23.6%	0.2%	5.8%	5.2%
HFRI Event-Driven	1.4%	5.3%	6.0%	28.2%	1.7%	6.8%	8.3%
HFRI Macro	1.0%	2.8%	0.9%	6.2%	6.3%	7.3%	7.9%
HFRI Merger Arbitrage	0.2%	1.5%	1.9%	9.7%	3.3%	7.1%	5.8%
HFRI Relative Value	1.6%	3.8%	5.4%	24.1%	4.3%	7.2%	7.2%

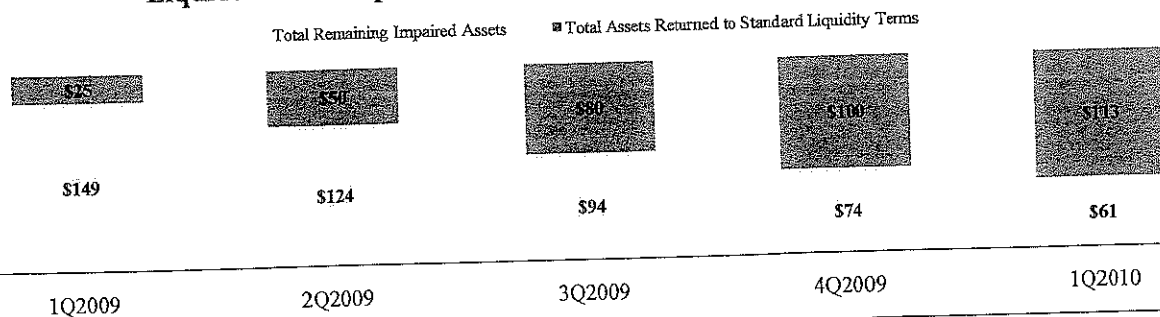
The chart below displays the risk and return characteristics of hedge funds versus some of the other traditional asset class benchmarks. Over the last ten years, hedge funds have outperformed the U.S. and non-U.S. equity markets with comparable volatility to fixed income.

Ten Year Risk/Return



The chart below shows the recovery that has occurred in the illiquid portion of hedge fund portfolios. Entering 2009, managers held an estimated \$174B in illiquid assets that were consequently restricted from investor redemptions. As prices have recovered over the course of the last five quarters, managers have been able to liquidate \$113B of those assets and almost eliminate the temporary liquidity restrictions.

Liquidation of Impaired Assets (as of March 31, 2010) (USD billions)



Source: Credit Suisse/ Tremont Hedge Fund Index

Investment Manager Status Report

<u>Investment Manager</u>	<u>Asset Class</u>	<u>Benchmark</u>	<u>Status</u>	<u>Reason</u>
J.P. Morgan	Core Fixed Income	BarCap Aggregate	In-Compliance	
Loomis	Core Fixed Income	BarCap Aggregate	Termination	Asset Allocation
Mellon Capital	Core Fixed Income	BarCap Aggregate	In-Compliance	
Loomis	High Yield Fixed Income	BarCap High Yield	Termination	Asset Allocation
Mellon Capital	Large-Cap Core Equity	S&P 500	In-Compliance	
Boston Partners	Large-Cap Value Equity	Russell 1000 Value	In-Compliance	
Reinhart Partners	Mid-Cap Growth Equity	Russell MidCap Growth	In-Compliance	
Artisan Partners	Mid-Cap Growth Equity	Russell MidCap Growth	In-Compliance	
AQR	Small-Cap Value Equity	Russell 2000 Value	In-Compliance	
Fiduciary Management	Small-Cap Value Equity	Russell 2000 Value	In-Compliance	
Barings	International Core	MSCI EAFE	In-Compliance	
GMO Large Cap Value	International Value	MSCI EAFE	In-Compliance	
GMO Intl Small Comp	International Small Core	Citigroup ex. US <\$2 Billion	In-Compliance	
Barings	Emerging Markets	MSCI EM	In-Compliance	
ABS Global	Long/Short Equity	HFRX Hedged Equity	In-Compliance	
K2 Advisors	Long/Short Equity	HFRX Hedged Equity	In-Compliance	
ING Clarion	Real Estate REIT	NAREIT Equity	Termination	Asset Allocation
Progress	Private Equity FoFs Diversified	VE All Private Equity	In-Compliance	
Adams Street	Private Equity FoFs Diversified	VE All Private Equity	In-Compliance	

Investment Manager Evaluation Terminology

The following terminology has been developed by Marquette Associates to facilitate efficient communication among the Investment Manager, Investment Consultant, and the Plan Sponsor. Each term signifies a particular status with the Fund and any conditions that may require improvement. In each case, communication is made only after consultation with the Trustees and/or the Investment Committee of the Plan.

In-Compliance – The investment manager states it is acting in accordance with the Investment Policy Guidelines.

Alert – The investment manager is notified of a problem in performance (usually related to a benchmark or volatility measure), a change in investment characteristics, an alteration in management style or key investment professionals, and/or any other irregularities.

On Notice – The investment manager is notified of continued concern with one or more Alert issues. Failure to improve upon stated issues within a specific time frame justifies termination.

Termination – The Trustees have decided to terminate the investment manager. The investment manager is notified and transition plans are in place.

Consolidated Market Values

April 30, 2010

Asset Class	Market Values	Allocation	Target
Total Fixed Income	\$779,059,243	42.7%	32.0%
Total U.S. Equity	\$425,675,179	23.4%	23.0%
Total International Equity	\$330,292,795	18.1%	18.0%
Total Long/Short Equity	\$181,842,873	10.0%	10.0%
Total Real Estate	\$44,963,546	2.5%	7.0%
Total Infrastructure	\$0	0.0%	7.0%
Total Private Equity	\$22,260,960	1.2%	3.0%
Total Cash/Cash Equivalents	<u>\$38,460,760</u>	<u>2.1%</u>	<u>0.0%</u>
TOTAL PORTFOLIO	<u>\$1,822,555,356</u>	<u>100.0%</u>	<u>100.0%</u>

Current Asset Allocation vs. Policy

Asset Class	% of Assets	Target	Difference	Target Range
Fixed Income	42.7%	32.0%	10.7%	27%-47%
Domestic Equity	23.4%	23.0%	0.4%	16%-30%
International Equity	18.1%	18.0%	0.1%	13%-23%
Long/Short Equity	10.0%	10.0%	0.0%	0%-15%
Real Estate	2.5%	7.0%	-4.5%	0%-10%
Infrastructure	0.0%	7.0%	-7.0%	0%-10%
Private Equity	1.2%	3.0%	-1.8%	0%-8%
Cash/Other	<u>2.1%</u>	<u>0.0%</u>	2.1%	0%-25%
TOTAL	100.0%	100.0%		

Market Values

April 30, 2010

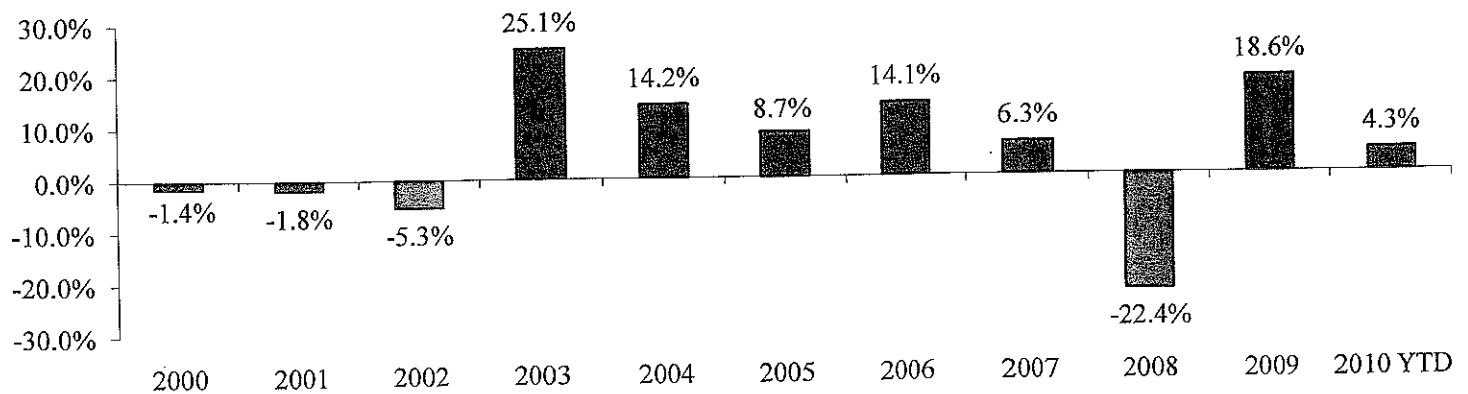
Asset Class	Investment Manager	Market Values	Allocation	Target
Core Fixed Income	J.P. Morgan	\$343,201,695	18.8%	16.0%
Core Fixed Income	Mellon Capital - Non Lending	\$358,319,741	19.7%	16.0%
Core Fixed Income	Loomis	\$44,046,584	2.4%	0.0%
High Yield Fixed Income	Loomis	\$33,491,223	1.8%	0.0%
Total Fixed Income		\$779,059,243	42.7%	32.0%
Large-Cap Core Equity	Mellon Capital - Non Lending	\$79,214,458	4.3%	6.0%
Large-Cap Value Equity	Boston Partners	\$140,991,405	7.7%	7.0%
Mid-Cap Growth Equity	Artisan Partners	\$50,477,666	2.8%	2.5%
Mid-Cap Growth Equity	Reinhart Partners	\$48,485,452	2.7%	2.5%
Small-Cap Value Equity	AQR	\$51,818,930	2.8%	2.5%
Small-Cap Value Equity	Fiduciary Management	\$51,219,744	2.8%	2.5%
Cash Securitization	Cash Equity Overlay	\$3,467,524	0.2%	---
Total U.S. Equity		\$425,675,179	23.4%	23.0%
International Core	Barings	\$106,060,072	5.8%	6.0%
International Value	GMO Large Cap Value	\$105,184,097	5.8%	6.0%
International Small Core	GMO Intl Small Companies	\$61,790,529	3.4%	3.0%
Emerging Markets	Barings	\$57,258,097	3.1%	3.0%
Total International Equity		\$330,292,795	18.1%	18.0%
Long/Short Equity	ABS Global	\$92,070,206	5.1%	5.0%
Long/Short Equity	K2 Advisors	\$89,772,667	4.9%	5.0%
Total Long/Short Equity		\$181,842,873	10.0%	10.0%
Real Estate REIT	ING Clarion	\$44,963,546	2.5%	0.0%
Real Estate - Core	TBD	\$0	0.0%	7.0%
Total Real Estate		\$44,963,546	2.5%	7.0%
Infrastructure - Core	IFM	\$0	0.0%	3.5%
Infrastructure - Core	JP Morgan	\$0	0.0%	3.5%
Total Infrastructure		\$0	0.0%	7.0%
Private Equity FoFs Diversified	Progress	\$467,159	0.0%	---
Private Equity FoFs Diversified	Adams Street 2005	\$6,033,258	0.3%	---
Private Equity FoFs Diversified	Adams Street 2009	\$2,593,536	0.1%	---
Private Equity FoFs Diversified	Brinson 1998	\$401,949	0.0%	---
Private Equity FoFs Diversified	Brinson 1999	\$655,163	0.0%	---
Private Equity FoFs Diversified	Brinson 2000	\$2,167,074	0.1%	---
Private Equity FoFs Diversified	Brinson 2001	\$3,624,615	0.2%	---
Private Equity FoFs Diversified	Brinson 2002	\$2,028,914	0.1%	---
Private Equity FoFs Diversified	Brinson 2003	\$2,037,167	0.1%	---
Private Equity FoFs Diversified	Brinson 2004	\$2,174,334	0.1%	---
Private Equity - Direct	Separate Account - Old	\$5,444	0.0%	---
Private Equity - Direct	Separate Account - New	\$72,347	0.0%	---
Total Private Equity		\$22,260,960	1.2%	3.0%
Cash Short-Term	Transition Account	\$9	0.0%	---
Cash Short-Term	General Cash	\$27,353,728	1.5%	---
Cash Short-Term	Cash Overlay	\$11,107,023	0.6%	---
Total Cash Equivalents		\$38,460,760	2.1%	0.0%
TOTAL PORTFOLIO		\$1,822,555,356	100.0%	100.0%

Annualized Performance (Gross of Fees)

April 30, 2010

	Mth.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
Total Fund Composite	1.2%	4.3%	24.8%	-1.1%	-0.9%	2.3%	5.2%	8.2%	5.2%
Benchmark									
Actuarial Rate of Return	---	---	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%	8.0%
Total Fixed Income Composite	1.2%	3.2%	15.9%	7.5%	6.8%	7.2%	6.4%	6.6%	7.8%
Benchmark									
BarCap Aggregate	1.0%	2.8%	8.3%	6.1%	6.3%	6.6%	5.4%	4.8%	6.4%
Total Domestic Equity Composite	2.8%	9.9%	43.2%	-1.4%	-2.7%	1.0%	4.8%	8.5%	2.7%
Benchmark									
Wilshire 5000	2.1%	8.3%	40.5%	-4.2%	-4.4%	0.0%	3.5%	7.0%	0.7%
Total International Equity Composite	-0.4%	1.2%	34.3%	-11.8%	-9.5%	-4.4%	-0.4%	4.0%	2.4%
Benchmark									
MSCI EAFE	-1.7%	-0.8%	35.0%	-11.8%	-8.5%	-2.0%	4.3%	10.5%	2.1%
Total Long/Short Equity Composite	-0.1%	---	---	---	---	---	---	---	---
Benchmark									
HFRX Hedged Equity	1.0%	1.4%	11.9%	-6.4%	-5.5%	-2.3%	0.8%	1.8%	3.4%
Total Real Estate Composite	3.4%	5.5%	54.3%	-9.3%	-9.9%	-2.0%	3.9%	10.9%	11.2%
Benchmark									
NAREIT Equity	6.9%	17.7%	68.7%	-6.5%	-8.6%	-0.9%	4.1%	10.8%	11.4%

Fiscal Review



Annualized Performance (Gross of Fees)

April 30, 2010

	Mth.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
Fixed Income - Core									
J.P. Morgan	1.0%	2.3%	10.3%	7.1%	6.7%	6.9%	—	—	—
Mellon Capital	1.0%	2.9%	8.0%	6.0%	6.4%	6.6%	5.4%	4.9%	6.5%
Loomis	2.5%	6.4%	29.9%	9.4%	8.2%	8.7%	7.4%	7.6%	9.4%
Benchmarks									
BarCap Aggregate	1.0%	2.8%	8.3%	6.1%	6.3%	6.6%	5.4%	4.8%	6.4%
Fixed Income - High Yield									
Loomis	2.4%	7.8%	41.6%	12.0%	7.4%	8.4%	8.5%	10.0%	9.7%
Benchmarks									
BarCap High Yield	2.3%	7.1%	42.6%	11.2%	7.0%	8.3%	8.5%	9.1%	7.7%
Large-Cap Core Equity									
Mellon Capital	1.6%	7.1%	38.9%	-5.2%	-5.0%	-0.3%	2.7%	5.9%	-0.1%
Benchmarks									
S&P 500	1.6%	7.1%	38.8%	-5.2%	-5.0%	-0.3%	2.6%	5.8%	-0.2%
Large-Cap Value Equity									
Boston Partners	0.9%	7.8%	39.7%	-0.7%	-3.0%	1.9%	6.0%	9.4%	6.9%
Benchmarks									
Russell 1000 Value	2.6%	9.6%	42.3%	-7.0%	-7.7%	-1.8%	1.9%	6.8%	3.5%
Mid-Cap Growth Equity									
Artisan Partners	2.9%	9.8%	41.8%	1.2%	1.8%	4.3%	8.5%	11.3%	—
Reinhart Partners	3.6%	9.8%	36.4%	-2.5%	-3.4%	1.4%	—	—	—
Benchmarks									
Russell MidCap Growth	3.0%	10.9%	46.9%	-2.8%	-2.5%	0.7%	5.7%	9.8%	-0.4%
Small-Cap Value Equity									
AQR	6.3%	18.1%	62.0%	3.5%	-3.5%	—	—	—	—
Fiduciary Management	5.6%	15.2%	—	—	—	—	—	—	—
Benchmarks									
Russell 2000 Value	7.0%	17.7%	52.4%	2.3%	-3.9%	-0.3%	5.3%	10.6%	9.6%
International Large-Cap Equity									
Barings	-1.6%	-1.7%	31.6%	-13.0%	—	—	—	—	—
GMO Large Cap Value	-1.6%	-0.4%	29.0%	-13.1%	-9.7%	-3.7%	2.9%	10.2%	6.8%
Benchmarks									
MSCI EAFE	-1.7%	-0.8%	35.0%	-11.8%	-8.5%	-2.0%	4.3%	10.5%	2.1%
International Small-Cap Equity									
GMO Intl Small Companies	1.8%	6.4%	—	—	—	—	—	—	—
Benchmarks									
Citigroup ex. US <\$2 Billion	3.6%	8.6%	55.1%	-3.5%	-4.6%	0.0%	7.0%	13.8%	7.7%
Emerging Markets Equity									
Barings	1.9%	3.4%	—	—	—	—	—	—	—
Benchmarks									
MSCI Emerging Markets	1.2%	3.7%	57.5%	-5.0%	4.3%	7.6%	16.9%	22.6%	11.4%

Annualized Performance (Gross of Fees)

April 30, 2010

	Mth.	YTD	1 Year	2 Year	3 Year	4 Year	5 Year	7 Year	10 Year
Long/Short Equity									
K2	-0.3%	—	—	—	—	—	—	—	—
ABS	0.0%	—	—	—	—	—	—	—	—
Benchmarks									
HFRX Hedged Equity	1.0%	1.4%	11.9%	-6.4%	-5.5%	-2.3%	0.8%	1.8%	3.4%
Real Estate - Equity									
ING Clarion	3.4%	5.5%	54.3%	-9.3%	-9.9%	-2.0%	3.9%	10.9%	11.4%
Benchmarks									
NAREIT Equity	6.9%	17.7%	68.7%	-6.5%	-8.6%	-0.9%	4.1%	10.8%	11.4%

Signifies Outperformance of Benchmark

Estimated Annual Investment Management Fees

based on April 30, 2010 reported Market Values

Asset Class	Investment Manager	Fee Schedule	Expense Ratio & Estimated Annual Fee ¹	Industry Average ²
Core Fixed Income	J.P. Morgan	0.20% on the first \$100 million 0.15% on the Balance	0.16% \$564,803	0.24%
Core Fixed Income Large-Cap Core Equity	Mellon Capital - Non Lending	0.08% on the first \$50 million 0.06% on the next \$50 million 0.04% on the next \$300 million 0.03% on the Balance	0.05% \$201,260	0.06%
Core Fixed Income	Loomis	0.20% on the first \$10 million 0.10% on the Balance	0.12% \$54,047	0.35%
High Yield Fixed Income	Loomis	0.20% on the first \$10 million 0.10% on the Balance	0.13% \$43,491	0.54%
Large-Cap Value Equity	Boston Partners	0.40% on the first \$15 million 0.30% on the next \$25 million 0.20% on the next \$25 million 0.15% on the next \$35 million 0.10% on the Balance	0.25% \$215,597	0.53%
Mid-Cap Growth Equity	Artisan Partners	0.80% on the first \$50 million 0.60% on the next \$50 million 0.50% on the Balance	0.80% \$402,866	0.75%
Mid-Cap Growth Equity	Reinhart Partners	0.60% on the first \$25 million 0.50% on the next \$25 million 0.40% on the Balance	0.55% \$267,427	0.85%
Small-Cap Value Equity	AQR	1.00% on the first \$25 million 0.85% on the next \$50 million 0.75% on the Balance	0.92% \$477,961	0.84%
Small-Cap Value Equity	Fiduciary Management	0.70% on the first \$10 million 0.65% on the next \$40 million 0.60% on the next \$25 million 0.50% on the Balance	0.66% \$337,318	0.84%
International Core	Barings	0.75% on the Balance	0.75% \$795,451	1.17%
Emerging Markets	Barings	0.75% on the Balance	0.75% \$429,436	1.68%
International Value	GMO Large Cap Value	0.67% on the Balance	0.67% \$704,733	1.17%
International Small Core	GMO Intl Small Companies	0.75% on the Balance	0.75% \$463,429	1.68%
Long/Short Equity	ABS Global	0.85% on the Balance	0.85% \$782,597	1.00%
Long/Short Equity	K2 Advisors	0.90% on the Balance	0.90% \$807,954	1.00%
Real Estate REIT	ING Clarion	0.65% on the first \$50 million 0.60% on the next \$50 million 0.55% on the next \$50 million 0.50% on the next \$50 million 0.45% on the next \$50 million 0.40% on the Balance	0.65% \$292,263	0.85%

Total Investment Management Fees

0.38%

0.59%

\$6,840,632

¹ Expense Ratio & Estimated Annual Fee are Based on Market Value at Month End.

² Source: 2005 Marquette Associates Investment Management Fee Study.